

## Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 070696  
ORIGIN OPIC-06

INFO OCT-01 AF-08 ISO-00 EB-08 AID-05 L-03 /031 R

DRAFTED BY OPIC/F: TPARNELL  
APPROVED BY EB/IFD/ OIA:RJSMITH  
OPIC/F:BMHENDERSON  
EB/IFD/OIA:DHSTEBBING  
AF/C:RGRIBBIN

-----310921Z 085562 /20

P 302350Z MAR 77  
FM SECSTATE WASHDC  
TO AMEMBASSY KIGALI PRIORITY

LIMITED OFFICIAL USE STATE 070696

FROM OPIC

E.O. 11652: N/A

TAGS: EFIN,

SUBJECT:TEA PROJECT  
R

REF: (A) KIGALI 337; (B) STATE 068447

1. PASS ARCHER FROM WERTHEIM. OPIC/IFC (INCLUDING DIXON)  
MET MARCH 29 TO DISCUSS CONDITIONS PRECEDENT OUTSTANDING.  
PLEASE UNDERTAKE FOLLOWING IN PREPARATION INITIAL DRAWDOWN.

(A) IMPLEMENT REMAINING WERTHEIM STOCK SUBSCRIPTION AND  
POUCH COPY OF BANK DEPOSIT SLIPS. CABLE CERTIFICATION THAT  
SHARE CAPITAL OF SIRT AND USINE SUBSCRIBED TO AND FULLY PAID  
IN BY ALL STOCKHOLDERS. POUCH COPIES OF EXECUTED SHARE  
CERTIFICATES.

(B) AFTER SUBSCRIPTION PAID CALL USINE BOARD MEETING TO  
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 070696

CONTINUE DISCUSSION OUR COMPROMISE ON QUESTION EXPATRIATE  
CONTRACTS AND LTP/CTC PROCESS. IF OPPOSITION TO COMPROMISE  
CONTINUES, CAST THREE VOTES FAVOR OF COMPROMISE.  
ASSURE MINUTES FULLY REFLECT EFFORT TO REACH MUTUALLY  
ACCEPTABLE SOLUTION. (STAND CORRECTED ON STATEMENT PREVIOUS  
TELEX THAT ONLY THREE USINE BOARD MEMBERS). AT LAST  
BOARD MEETING, USINE DIRECTORS APPROVED WERTHEIM EXECUTION

OF LOAN AGREEMENT BUT NEGLECTED TO APPROVE HIS EXECUTION OF PROJECT FUNDS AGREEMENT. AT NEXT MEETING PASS A RESOLUTION

APPROVING HIS ACTION. PLEASE ADVISE WHEN BOARD MEETING SCHEDULED AS DIXON WILL ATTEMPT ATTEND. FYI. DIXON WILL NOT BE AVAILABLE APRIL 9-18.

(C) RWANDA EMBASSY WASH. STILL UNABLE PROVIDE PROMISED POWERS OF ATTORNEY FOR GATWA EXECUTION PROJECT FUNDS AGREEMENT ON BEHALF OF OCIR/T AND BRD. PLEASE SECURE LETTERS FROM EACH AS PREVIOUSLY REQUESTED (REF B, PARA. 3), CABLE ADVICE WHEN EXECUTED AND POUCH COPIES.

(D) SEND COPIES OF POUCHED MATERIAL BY MAIL AS WELL.

(E) DIXON SEEKING CONFIRMATION FROM IAN PHILLIP THAT ADEQUATE COST CONTROL SYSTEM IMPLEMENTED. NO ACTION REQUIRED FROM YOU AT THIS POINT. UNDERSTAND FROM PARNELL INITIAL DONAGHUE SHIPMENT LEFT NAIROBI MARCH 22-23 AND SHOULD ARRIVE THIS WEEK.

2. FOR ARCHER FROM OPIC. OPIC IS PREPARED TO MOVE FORWARD WITH INITIAL DRAWDOWN IF THE ABOVE CONDITIONS SATISFIED. IFC IS SEEKING MANAGEMENT APPROVAL TO LEND ON COMPLETION OF SAME CONDITIONS SUBJECT TO OUTCOME DIXON VISIT RWANDA. OPIC/IFC PREPARED TO DEFER CERTAIN CONDITIONS UNTIL SECOND DRAWDOWN, BUT NEED LATEST STATUS ON PROGRESS IN COMPLETING SAME. ARCHER SHOULD ADVISE ON FOLLOWING.

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 STATE 070696

(A) MARKETING AGREEMENT. HAS RNB APPROVED IT?

(B) LEASE. HAS DEWOLF DECIDED WHETHER USINE OR SIRT SHOULD BE LESSEE?

(C) ACCESS ROAD. ANY PROGRESS SINCE LAST REPORT?

(D) MORTGAGE. AS SOON AS LEASE PROBLEMS RESOLVED, REAL ESTATE MORTGAGE MUST BE PREPARED AND EXECUTED. WILL OPIC/IFC HAVE TO SIGN MORTGAGE? IF SO, THEY WILL HAVE TO PREPARE POWERS OF ATTORNEY DESIGNATING SOMEONE TO SIGN ON THEIR BEHALF. A SECOND MORTGAGE COVERING THE EQUIPMENT AND DRYERS MUST ALSO BE PREPARED. WHAT IS PROGRESS ON THIS?

(E) WOOD. HAS ARCHER BEGUN PLANTING 100 HECTARES EUCALYPTUS?

(F) PUBLICATION OF USINE STATUTES. WHEN WILL USINE

STATUTES BE PUBLISHED? (REF B, PARA. 1).

EVEN THOUGH ABOVE CONDITIONS SET OUT IN LOAN AGREEMENT AS  
CONDITIONS TO FIRST BORROWING, LENDERS PREPARED TO DEFER  
ABOVE UNTIL SECOND DRAWDOWN. LENDERS PREPARED TO DO SO  
BASED ON REPORTS FROM WERTHEIM, PARNELL AND EMBASSY THAT  
PROGRESS HAS BEEN MADE IN COMPLETING ABOVE AND THAT ONLY  
TECHNICAL PROBLEMS ARE RESPONSIBLE FOR DELAY. LENDERS  
WILLINGNESS TO TAKE SUCH ACTION DEMONSTRATES THEIR COMMIT-  
MENT TO PROJECT AND APPRECIATION OF SIRT, GOR EFFORTS TO  
OBTAIN SATISFACTION OF ALL CONDITIONS.

3. FOR EMBASSY. OPIC WILL FORWARD FULL LIST OF CONDITIONS  
PRECEDENT (ALSO LISTED IN LOAN AGREEMENT COPY AT EMBASSY),  
AND PROPOSED TREATMENT THEREOF.

WOULD APPRECIATE REPORT ON RESULTS AMBASSADOR'S LUNCHEON  
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 04 STATE 070696

LAST WEDNESDAY. DECONTROL UPON RECEIPT.  
CHRISTOPHER

LIMITED OFFICIAL USE

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01-Jan-1994 12:00:00 am  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** PROGRAMS (PROJECTS), TEA  
**Control Number:** n/a  
**Copy:** SINGLE  
**Sent Date:** 30-Mar-1977 12:00:00 am  
**Decaption Date:** 01-Jan-1960 12:00:00 am  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 22 May 2009  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1977STATE070696  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** TPARNELL  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D770110-0422  
**Format:** TEL  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1977/newtext/t1977035/aaaaaeif.tel  
**Line Count:** 141  
**Litigation Code IDs:**  
**Litigation Codes:**  
**Litigation History:**  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Message ID:** 011e7db6-c288-dd11-92da-001cc4696bcc  
**Office:** ORIGIN OPIC  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 3  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 77 KIGALI 337, 77 STATE 68447  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
**Review Content Flags:**  
**Review Date:** 07-Feb-2005 12:00:00 am  
**Review Event:**  
**Review Exemptions:** n/a  
**Review Media Identifier:**  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**SAS ID:** 3079820  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** TEA PROJECT R  
**TAGS:** EFIN  
**To:** KIGALI  
**Type:** TE  
**vdkgvwkey:** odb://SAS/SAS.dbo.SAS\_Docs/011e7db6-c288-dd11-92da-001cc4696bcc  
**Review Markings:**  
Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
22 May 2009  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009